

January 25, 2007

Karen Geraghty Administrative Director Maine Public Utilities Commission State House Station 18 242 State Street Augusta, ME 04333

Re: MAINE PUBLIC UTILITIES COMMISSION,

Standard Offer Bidding Process for Residential and Small Business

Customers, Docket No. 2006-591;

and CENTRAL MAINE POWER COMPANY,

Request for Approval of Request for Bids Pursuant to Chapter 307 and

Associated Waivers, Docket No. 2006-585

Dear Ms Geraghty:

The Commission issued its *Order Designating Standard Offer Providers and Directing Utility to Enter Entitlement Agreement* on January 9, 2007, in Docket Nos. 2006-591 and 2006-585. In that Order, the Commission designated FPL Energy Power Marketing, Inc. ("FPL") as a standard offer provider for the residential and small non-residential class in the Central Maine Power Company ("CMP") service territory. FPL was designated to provide standard offer service to one-third of the load for this class for the three-year period beginning March 1, 2007.

In accordance with the Commission's Order, CMP executed the Standard Offer Provider Service Agreement that was attached to FPL's winning bid. CMP hereby files the enclosed Standard Offer Provider Service Agreement with FPL (Attachment 1), in accordance with Section 10 of Chapter 322 of the Commission's Rules, which requires T&D utilities to file with the Commission contracts with competitive electricity providers, including standard offer providers.

The FPL standard offer bid was linked to its bid to purchase CMP's non-divested Thermal Entitlements. In its Order, the Commission directed CMP to sell these entitlements to FPL, as specified in FPL's linked bid. Therefore, on January 9, 2007, CMP executed a Thermal Entitlement Agreement (Attachment 2 hereto) and Comprehensive Credit Support and Final Settlement Calculation Agreement (Attachment 3 hereto) with FPL.

An equal opportunity employer



Karen Geraghty January 25, 2007 Page 2

In addition, Section 3(A)(2) of Chapter 301 requires each standard offer provider to provide financial assurance that will provide funding for replacement generation service in the event that the standard offer provider fails to provide for uninterrupted service to customers. As provided in the Comprehensive Credit Support Agreement approved as part of FPL's bidder conditions, FPL has provided CMP with a corporate guaranty in order to satisfy the financial assurance requirements of Chapter 301. Enclosed for filing as Attachment 4 hereto, please find a copy of this guaranty.

Please contact me at (207) 621-6546 if the Commission or its Staff has any questions regarding this filing.

Sincerely,

Richard P. Hevey Senior Counsel

Attachments

cc: Office of the Public Advocate